

**SCOTT COUNTY SCHOOL DISTRICT**  
**BASIC FINANCIAL STATEMENTS,**  
**SUPPLEMENTARY INFORMATION,**  
**AND INDEPENDENT AUDITOR'S REPORTS**

Year ended June 30, 2003

SCOTT COUNTY SCHOOL DISTRICT

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**SCOTT COUNTY SCHOOL DISTRICT**

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## INDEPENDENT AUDITOR'S REPORT

Members of the Board of Education  
Scott County School District  
Georgetown, Kentucky

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Scott County School District as of and for the year ended June 30, 2003, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Scott County School District management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; the provisions of Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the audit requirements prescribed by the Kentucky State Committee for School District Audits in Appendix I of the Independent Auditor's Contract - General Audit Requirements, Appendix II of the Independent Auditor's Contract - State Audit Requirements, and Appendix III of the Independent Auditor's Contract - Electronic Submission. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note B to the basic financial statements, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus*; and Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, as of July 1, 2003. This results in a change in the format and content of the basic financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Scott County School District as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated December 22, 2003, on our consideration of Scott County School District's internal control structure and a report dated December 22, 2003, on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Those reports are an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The additional information shown on pages 44 through 49 is presented for the purpose of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards on pages 52 through 53 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

The Management's Discussion and Analysis and Budgetary Comparison Information on pages 3 through 12 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

*Carpenter, Mountjoy & Bressler, P.C.*

Lexington, Kentucky  
December 22, 2003

**SCOTT COUNTY PUBLIC SCHOOL DISTRICT – GEORGETOWN, KENTUCKY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2003**

As management of the Scott County School District (District 525), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2003. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the audit.

**FINANCIAL HIGHLIGHTS**

- The beginning cash balance for the District's General Fund was \$4,206,751.
- The Board approved the renovation and addition to Southern Elementary with an anticipated bond issue of \$9,750,000 planned for February 2004.
- Due to the lack of a State budget until March 2003, and the uncertainty as to the level of state funding reductions the Board would incur, the Board approved the lease financing, rather than the purchase, of six school buses and a new transportation maintenance truck for a total cost of \$366,069.
- With the approval of the State budget in March 2003, the Scott County School District received a reduction of 2.07% in State SEEK funds or \$331,821 less than the amount in the Governor's executive order signed in June 2002. The State budget continued the 2% reduction for Fiscal 2004.
- The General Fund had \$34.6 million in revenue, which primarily consisted of the state program (SEEK), property, local occupational license taxes, utilities, and motor vehicle taxes. Excluding inter-fund transfers, there were \$34.0 million in General Fund expenditures.
- Bonds are issued as the district constructs and renovates facilities consistent with a long-range facilities plan that is established with community input and in keeping with Kentucky Department of Education (KDE) stringent compliance regulations. The district's total debt decreased by \$2.7 million during the current fiscal year.

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the district is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation and operation of non-instructional services. Fixed assets and related debt is also supported by taxes and intergovernmental revenues.

The government-wide financial statements can be found on pages 13-14 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. This is a state mandated uniform system and chart of accounts for all Kentucky public school districts utilizing the MUNIS administrative software. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental, proprietary funds and fiduciary funds. Fiduciary funds are trust funds established by benefactors to aid in student education, welfare and teacher support. The only proprietary funds are our vending and food service operations. All other activities of the district are included in the governmental funds.

The basic governmental fund financial statements can be found on pages 15-23 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-43 of this report.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$17.9 million as of June 30, 2003.

The largest portion of the District's net assets reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

### Net Assets for the period ending June 30, 2003

The current year's financial statements are dramatically different from past years as a result of implementing GASB 34. Attempting to compare this year's data with last year would be misleading to the reader however the district looks forward to offering comparative data in the future.

Current Assets	\$ 24,972,969
Noncurrent Assets	<u>53,157,502</u>
Total Assets	\$ <u>78,130,471</u>
Current Liabilities	\$ 5,365,437
Noncurrent Liabilities	<u>54,871,840</u>
Total Liabilities	60,237,277
Net Assets	
Investment in capital assets (net of debt)	(3,487,875)
Restricted	17,894,492
Unreserved Fund Balance	<u>3,486,577</u>
Total Net Assets	\$ <u>17,893,194</u>

#### Comments on Budget Comparisons

- The District's total revenues for the fiscal year ended June 30, 2003, net of Interfund transfers, were \$44 million.
- The General fund budget compared to actual revenue and actual expense varied from line item to line item. A variance comparison is presented on page 44 between the fiscal budgeted amounts and the actual (GAAP Basis) amounts.
- General Fund revenues were budgeted at \$27,960,423 with actual amounts \$29,912,735 and "on behalf" of \$4,742,022 for a total of \$34,654,757 – a difference of \$6,694,334.
- Budgeted expenditures of \$31,407,053 compare with actual expenditures of \$34,004,051 – a difference of \$2,521,756.
- This is the first year that "on behalf revenues" and corresponding expenditures have been shown as a component of the Scott County School District's (SCSD) annual financial report. The Kentucky Department of Education makes payment on behalf of school districts for matching contributions for employees covered under the Kentucky Teachers Retirement System (KTRS) and the Kentucky Public Employee Health and Life Insurance Programs. These "on behalf" revenue and corresponding expenditures were not included in the Scott County School District's budgeted amounts. The "on behalf" payments included in actual revenues and expenditures are as follows:



**Revenues:**

State "On behalf" revenues \$ 4,742,022

**Expenses:**

Instruction \$ 3,444,973

**Student Support Services:**

Student 288,229

Instructional Staff 178,527

District Administration 27,615

School Administration 263,647

Business 41,921

Plant Operations 172,833

Student Transportation 269,990

Central Office Support 24,081

Facilities Acquisition and Construction 13,393

Community Support 16,813

**Total Expenses** \$ 4,742,022

- The SCSD, as authorized under KRS 160.613, levies a three percents (3%) gross receipts license tax on gross receipts derived from the furnishing of utility services within Scott County. In 2003, \$1,148,423 from prior year's utility gross receipts license tax was received.
- The SCSD, as authorized under KRS 160.593 levies an occupational license tax for schools as provided for in KRS 160.605 and KRS 160.607. This one-half of one percent (0.5%) occupational license tax is levied against salaries, wages, commissions, and other compensation of individuals for work done and services performed or rendered in Scott County, and on the net profits of all businesses, professions, or occupations from activities conducted in Scott County. Historically, the Scott County Board of Education is conservative in projecting budgeted revenues from this tax levy. In Fiscal 2002, occupational license tax receipts totaled \$2,734,924. The Fiscal 2003 budget totaled \$2,258,824.
- The SCSD General Fund budget is controlled at the project level by budget coordinators. Each project may include more than one function area. The presented actual expenditures include actual payment of expense, plus account payable (amounts owed for goods received and service provided to SCSD) on June 30, 2003. In addition to the presented expenditures, the SCSD had outstanding \$711,727 in encumbrances. Encumbrances represent orders and commitments by SCSD for goods and services from the Fiscal 2003 budget and include orders for equipment and material for Anne Mason Elementary totaling \$439,566.
- Budget allocations to Site Based Decision Making Councils (SBDM) for salaries, supplies and programs totaled \$17,016,316. The Scott County Board of Education approves requests from SBDM Councils to carry any unobligated allocation to the next fiscal year. This approved carry over at June 30, 2003 totaled \$264,315.
- The SCSD maintains an expense budget as a reserve for contingency. On June 30, 2003 this contingency reserve totaled \$1,062,440.

- The impact on the presented expenditures budget to actual variance is as follows:

	Variance <u>Favorable / (Unfavorable)</u>
Expenditure variance as presented	\$ (2,521,576)
Effect of "on behalf" expenditures	<u>4,742,022</u>
Sub-total expenditure variance	<u>2,220,266</u>
Less: Encumbrances	\$ 711,727
SBDM carry-over allocation	264,315
SCSD contingency reserve	<u>1,062,440</u>
Remaining favorable expenditure variance	\$ <u>181,784</u>

The "remaining favorable expenditure variance" of \$181,784 represents .57% of the Fiscal Budgeted Expenditure Amounts.

The following table presents a summary of revenue and expense for governmental funds for the fiscal year ended June 30, 2003.

**Revenues:**

Local revenue sources	\$ 17,163,446
State revenue sources	19,381,215
Federal revenue	2,558,075
On-behalf revenue	4,987,378
Other sources	<u>3,095</u>
<b>Total revenues</b>	<b>\$ <u>44,093,209</u></b>

**Expenses:**

Instruction	\$ 25,569,909
Student support services	1,887,887
Instructional support	1,637,104
District administration	508,849
School administration	1,869,995
Business support	519,766
Plant operations	3,271,574
Student transportation	2,477,063
Central office support	424,595
Community support	713,252
Facilities acquisition and construction	7,334,086
Other	<u>4,361,760</u>
<b>Total expenses</b>	<b>\$ <u>50,575,840</u></b>

Expense in excess of revenue	\$ 6,482,631*
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\* Expenses of \$50,575,840 include construction expenditures of \$6,987,873 funded from School Building Revenue Bonds issued in 2002 and debt service payments of \$309,695 on Series 1995 refunded School Building Revenue bonds from an escrow account established in 2002.

### General Fund Revenue Chart 1.

The majority of revenue was derived from state funding 59% (including on-behalf revenues) with local taxes making up 36% of the total revenue.

### **General Fund Expenditure Chart 2.**

Site Based Decision Making councils expenditures of 16.7 million dollars accounted for 57% of the 2003 general fund expenditures, excluding payments made "on-behalf" of SCSD. Other Instructional, Instructional and Student support expenditures accounted for an additional 18% of total expenditures, with 12% being expended to serve children with special needs. The remaining 25% was expended for other district wide support functions, a breakdown of these expenditures is found on Chart 2.

### **School Allocation Chart 3.**

Regular Instruction accounts for 80% of the school level expenditures.

### **Central Office Allocation Chart 4.**

District support services expenditures were Maintenance and Operations 41%, Transportation 33%, District Administration 7%, Business 7%, Central Office 6%, Facilities Construction 2%, and Community Services 4%

## **BUDGETARY IMPLICATIONS**

In Kentucky the public school fiscal year is July 1-June 30; other programs, i.e. some federal programs operate on a different fiscal calendar, but are reflected in the district overall budget. By law the budget must have a minimum 2% contingency. The district adopted a budget with \$886,613 in contingency (2.8%). The beginning cash and investments balance at July 1, 2002 is \$21,044,358 million. A significant Board action that impacted the finances was a 4% pay raise for all employees.

The Scott County School District has experienced an average annual growth in student enrollment of 153 students or 2.73% annually since 1998. To accommodate this increased enrollment, the District has been building new schools and renovating and adding capacity to existing schools. These new and expanded facilities come with increased cost for utilities; maintenance of grounds and facilities, and additional personnel costs (both administrative and support staffing). New schools also have a cost for computers, library books, instructional materials and equipment that can only be paid from the General Fund.

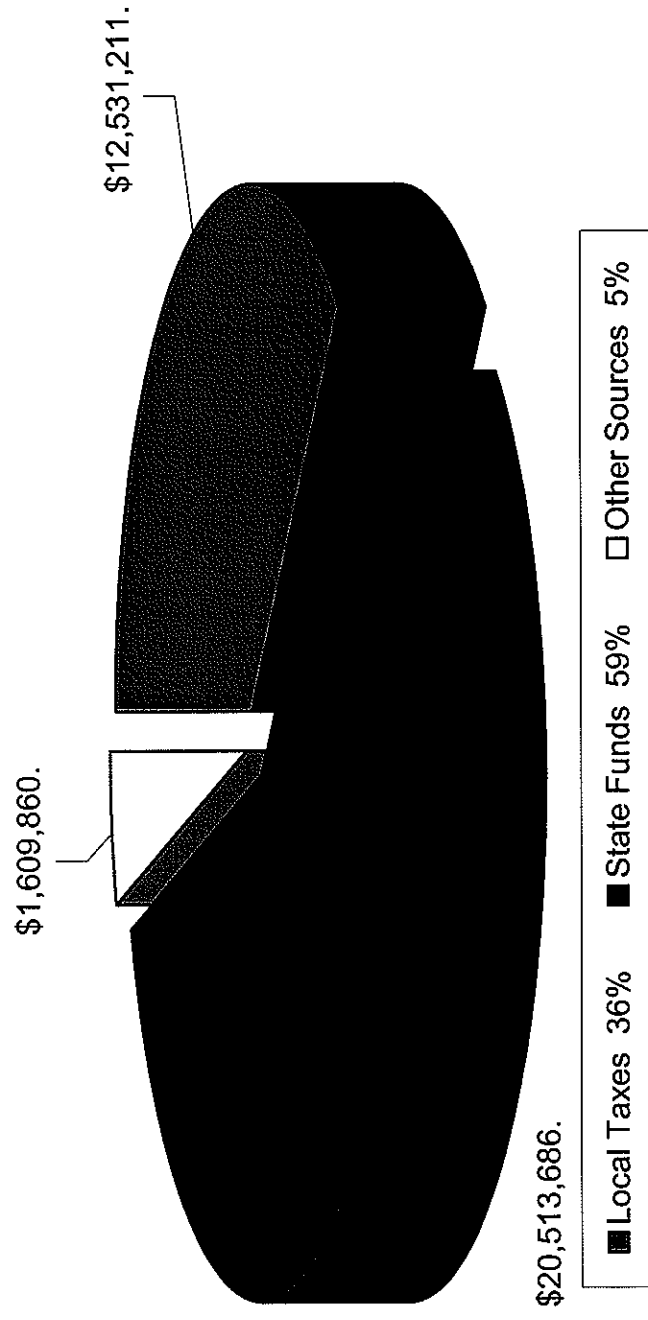
These costs with the growth have, in the past, been offset with increased State funding (SEEK), increases in business and residential property subject to local taxation, and increases in utility, occupational , and net profit tax revenues. However, as previously noted, State SEEK funding was reduced by 2.07% in Fiscal 2003 and 2% for Fiscal 2004, from the amount authorized under the Governor's executive order signed in June 2002. Additionally, as with all Kentucky school districts, revenue from property tax is limited to a 4% annual growth on existing property.

These growth related costs, along with the continuing need to increase student capacity and limited State revenue growth, will create budgetary challenges for the Scott County School District.

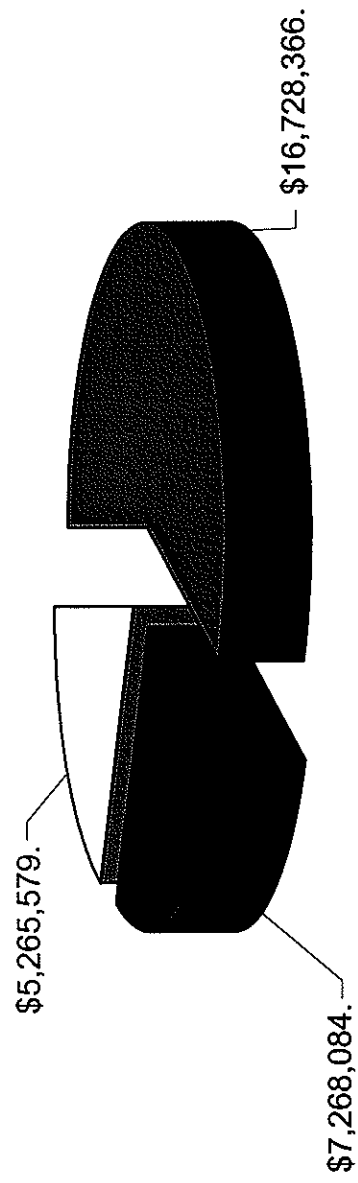
With careful planning and monitoring of our finances, Scott County Public Schools' goal is to continue to provide a quality education for our students and a secure financial future for the school district.

Questions regarding this report should be directed to the Superintendent (502)863-3663 or to Randall Cutright, Director of Business and Finance (502)570-3030 or by mail at 2168 Frankfort Pike, Post Office Box 578, Georgetown, Kentucky 40324.

## General Revenue Chart 1 2002 - 2003

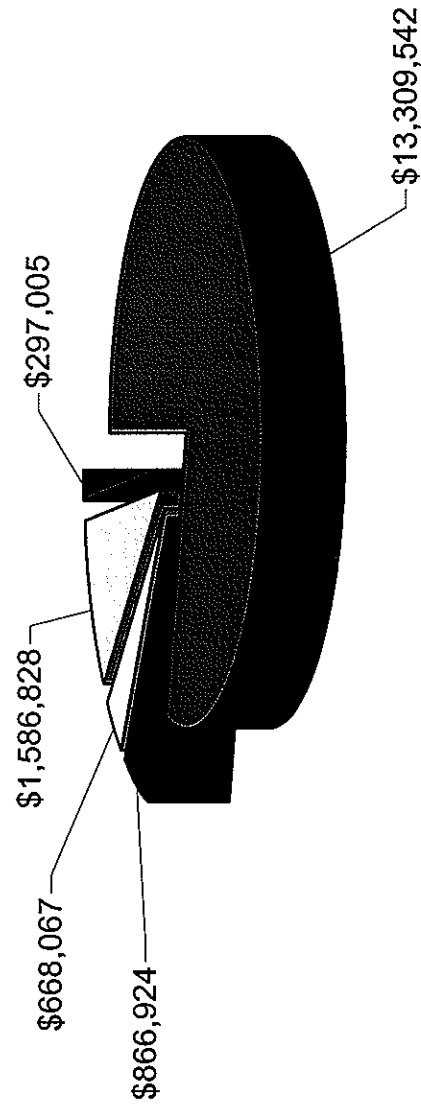


## General Fund Expenditures Chart 2 2002 - 2003



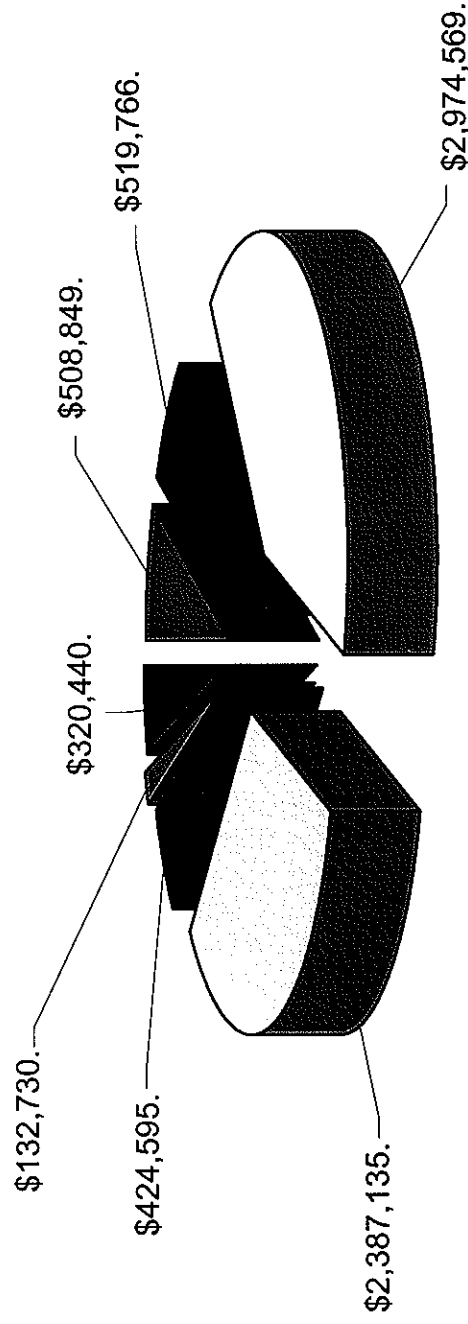
- SBDM Controlled 57%
- Non - SBDM Instructional, Instructional & Student Support 18%
- District Support Services 25%

### School Allocation Chart 3 2002 - 2003



- Instructional 80%
- Instructional Staff Support Services 4%
- Operations & Maintenance 2%
- Instructional Support Services 5%
- Principal's Office 9%

# **District Support Services Expenditures Chart 4** **2002 - 2003**



■ District Administration 7%	■ Business 7%	□ Maintenance & Operations 41%
□ Transportation 33%	■ Central Office 6%	■ Facilities Construction 2%
■ Community Services & Other 4%		

**SCOTT COUNTY SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**

June 30, 2003

<b>Assets</b>	<b>Governmental Activities</b>	<b>Business- Type Activities</b>	<b>Total</b>
<b><u>Current Assets</u></b>			
Cash and cash equivalents	\$ 4,283,144	\$ 417,483	\$ 4,700,627
Inventory	41,978	39,016	80,994
Accounts receivable			
Taxes – current	590,417	-	590,417
Taxes – delinquent	61,241	-	61,241
Accounts receivable	55,452	50	55,502
Intergovernmental – State	69,714	-	69,714
Intergovernmental – Indirect Federal	471,231	-	471,231
Intergovernmental - Direct Federal	11,638	133,744	145,382
Investments	<u>18,797,861</u>	<u>-</u>	<u>18,797,861</u>
<b>Total current assets</b>	<b><u>24,382,676</u></b>	<b><u>590,293</u></b>	<b><u>24,972,969</u></b>
<b><u>Noncurrent Assets</u></b>			
Bond issue costs	12,322	-	12,322
Capital assets, net	43,142,042	469,588	43,611,630
Non-depreciable assets	<u>9,533,550</u>	<u>-</u>	<u>9,533,550</u>
<b>Total noncurrent assets</b>	<b><u>52,687,914</u></b>	<b><u>469,588</u></b>	<b><u>53,157,502</u></b>
<b>Total assets</b>	<b>\$ <u>77,070,590</u></b>	<b>\$ <u>1,059,881</u></b>	<b>\$ <u>78,130,471</u></b>
<b>Liabilities</b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ 1,038,024	\$ 65,284	\$ 1,103,308
Accrued payroll and related expenses	92,219	-	92,219
Interest payable	579,781	-	579,781
Current portion of long-term obligations	1,770,000	-	1,770,000
Current portion of capital lease obligations	182,594	-	182,594
Current portion of accrued sick leave and accrued vacation	416,176	-	416,176
Deferred revenue	<u>1,221,359</u>	<u>-</u>	<u>1,221,359</u>
<b>Total current liabilities</b>	<b><u>5,300,153</u></b>	<b><u>65,284</u></b>	<b><u>5,365,437</u></b>
<b><u>Noncurrent Liabilities</u></b>			
Noncurrent portion of long-term obligations	54,005,000	-	54,005,000
Noncurrent portion of capital lease obligations	675,461	-	675,461
Noncurrent portion of accrued sick leave and accrued vacation	<u>191,379</u>	<u>-</u>	<u>191,379</u>
<b>Total noncurrent liabilities</b>	<b><u>54,871,840</u></b>	<b><u>-</u></b>	<b><u>54,871,840</u></b>
<b>Total liabilities</b>	<b>60,171,993</b>	<b>65,284</b>	<b>60,237,277</b>
<b><u>Net Assets</u></b>			
Invested in capital assets, net of related debt	(3,957,463)	469,588	(3,487,875)
Restricted for:			
Debt service	13,634,740	-	13,634,740
Other purposes (nonexpendable)	4,259,752	-	4,259,752
Unrestricted	<u>2,961,568</u>	<u>525,009</u>	<u>3,486,577</u>
<b>Total net assets</b>	<b>\$ <u>16,898,597</u></b>	<b>\$ <u>994,597</u></b>	<b>\$ <u>17,893,194</u></b>

See accompanying independent auditor's report and  
notes to financial statements



**SCOTT COUNTY SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
Year ended June 30, 2003

		Net (Expense) Revenue and Changes in Net Assets		
		Governmental Activities	Business- Type Activities	Total
<u>FUNCTIONS/PROGRAMS</u>				
<u>Governmental Activities:</u>				
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions
Instruction	\$ 25,614,903	\$ 5,191,867	\$ 6,167,626	\$ -
Support services:				
Student	1,937,887	-	-	-
Instruction staff	1,637,104	-	-	-
District administrative	508,849	-	-	-
School administrative	1,869,995	-	-	-
Business	519,766	-	-	-
Plant operation and maintenance	3,271,574	9,172	-	-
Student transportation	2,334,747	-	-	-
Central office	424,595	-	-	-
Facilities acquisition and construction	1,861,934	-	-	-
Community service activities	713,252	-	61,894	-
Food service	13,352	-	-	-
Other	2,617,827	-	-	-
Depreciation	2,131,316	-	-	-
Total governmental activities	45,457,101	5,201,039	6,229,520	-
Business-Type Activities:				
Food service	-	1,248,154	743,403	128,428
Other	-	26,860	28,651	-
Total business-type activities	-	1,275,014	772,054	128,428
Total primary government	\$ 45,457,101	\$ 6,476,053	\$ 7,001,574	\$ 128,428
		General Revenues:		
		Taxes:		
		Property taxes	6,849,594	-
		Motor vehicle taxes	1,199,664	-
		Utility taxes	3,655,308	-
		Occupational and license taxes	3,137,585	-
		Revenue in lieu of taxes	909,250	-
		State and formula grants	15,771,664	-
		Gains on sales of fixed assets	1,985	-
		Investment earnings and adjustments to market value	863,369	7,817
		Net transfers in (out)	(19,000)	19,000
		Miscellaneous	273,121	-
		Total general revenues and transfers	32,642,540	26,817
		Change in net assets	(1,384,002)	170,555
		Net assets - beginning	18,282,599	824,042
		Net assets - ending	\$ 16,898,597	\$ 994,597
				\$ 17,893,194

See accompanying independent auditor's report and notes to financial statements

SCOTT COUNTY SCHOOL DISTRICT  
BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2003

	General Fund	Special Revenue	Construction Fund	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Assets and Resources:</b>						
Cash and cash equivalents	\$ 319,202	\$ 430,181	\$ 3,444,483	\$ 87,433	\$ 1,845	\$ 4,283,144
Accounts receivable						
Taxes – current	590,417	-	-	-	-	590,417
Taxes – delinquent	61,241	-	-	-	-	61,241
Accounts receivable	45,377	75	10,000	-	-	55,452
Intergovernmental – State	2,043	67,671	-	-	-	69,714
Intergovernmental – Indirect Federal	4,166	467,065	-	-	-	471,231
Intergovernmental - Direct Federal	-	11,638	-	-	-	11,638
Prepaid expenses	41,978	-	-	-	-	41,978
Investments	4,250,000	-	908,121	13,634,740	5,000	18,797,861
<b>Total assets and resources</b>	<b>\$ 5,314,424</b>	<b>\$ 976,630</b>	<b>\$ 4,362,604</b>	<b>\$ 13,722,173</b>	<b>\$ 6,845</b>	<b>\$ 24,382,676</b>
<b>Liabilities and Fund Balances:</b>						
<b>Liabilities</b>						
Accounts payable	\$ 321,119	\$ 49,751	\$ 649,121	\$ 18,033	\$ -	\$ 1,038,024
Accrued payroll and related expenses	92,219	-	-	-	-	92,219
Current portion of accumulated sick leave	191,379	-	-	-	-	191,379
Accrued vacation	224,797	-	-	-	-	224,797
Deferred revenue	294,480	926,879	-	-	-	1,221,359
<b>Total liabilities</b>	<b>1,123,994</b>	<b>976,630</b>	<b>649,121</b>	<b>18,033</b>	<b>-</b>	<b>2,767,778</b>
<b>Fund Balances</b>						
Reserved for:						
Facility improvement	911,039	-	-	-	-	911,039
Encumbrances	711,727	221,236	2,129,097	-	-	3,062,060
Other	279,808	-	-	13,634,740	-	13,914,548
Unreserved:						
Undesignated, reported in:						
General fund	2,287,856	-	-	-	-	2,287,856
Special revenue funds	-	(221,236)	-	-	-	(221,236)
Capital projects funds	-	-	1,584,386	-	-	1,584,386
Debt service funds	-	-	-	69,400	-	69,400
Permanent funds	-	-	-	-	6,845	6,845
<b>Total fund balances</b>	<b>4,190,430</b>	<b>-</b>	<b>3,713,483</b>	<b>13,704,140</b>	<b>6,845</b>	<b>21,614,898</b>
<b>Total liabilities and fund balances</b>	<b>\$ 5,314,424</b>	<b>\$ 976,630</b>	<b>\$ 4,362,604</b>	<b>\$ 13,722,173</b>	<b>\$ 6,845</b>	<b>\$ 24,382,676</b>

See accompanying independent auditor's report and notes to financial statements

**SCOTT COUNTY SCHOOL DISTRICT**

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO  
THE STATEMENT OF NET ASSETS**

June 30, 2003

Total fund balance per fund financial statements	\$ 21,614,898
--	---------------

Amounts reported for governmental activities in the statement of net  
assets are different because:

Capital assets are not reported in this fund financial statement because they are not current financial resources, but they are reported in the statement of net assets.	52,675,592
--	------------

Certain long-term assets are not reported in this fund financial statements because they are not available to pay current-period expenditures, but they are reported in the statement of net assets.	12,322
--	--------

Certain liabilities (such as bonds payable, the long-term portion of accrued sick leave, and accrued interest) are not reported in this fund financial statement because they are not due and payable, but they are presented in the statement of net assets.	<u>(57,404,215)</u>
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Net assets for governmental activities	\$ <u>16,898,597</u>
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**SCOTT COUNTY SCHOOL DISTRICT**

**STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES**

**GOVERNMENTAL FUNDS**

Year ended June 30, 2003

	General Fund	Special Revenue	Construction Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>						
From local sources						
Taxes						
Property	\$ 4,538,654	\$ -	\$ -	\$ -	\$ 2,310,940	\$ 6,849,594
Motor vehicle	1,199,664	-	-	-	-	1,199,664
Utilities	3,655,308	-	-	-	-	3,655,308
Occupational license fee	3,137,585	-	-	-	-	3,137,585
Tuition and fees	204,489	-	-	-	-	204,489
Earnings on investments	148,558	5,885	151,710	557,099	117	863,369
Other local revenues	1,211,836	31,601	10,000	-	-	1,253,437
Intergovernmental – intermediate	-	-	-	-	-	-
Intergovernmental – state	15,771,664	1,960,262	-	767,520	881,769	19,381,215
Intergovernmental – indirect federal	-	2,513,098	-	-	-	2,513,098
Intergovernmental – direct federal	44,977	-	-	-	-	44,977
On-behalf revenues	4,742,022	245,356	-	-	-	4,987,378
<b>Total revenues</b>	<b>34,654,757</b>	<b>4,756,202</b>	<b>161,710</b>	<b>1,324,619</b>	<b>3,192,826</b>	<b>44,090,114</b>
<b>Expenditures:</b>						
Instruction	21,426,421	4,143,488	-	-	-	25,569,909
Support services:						
Student	1,886,763	1,124	-	-	-	1,887,887
Instruction staff	1,255,783	381,321	-	-	-	1,637,104
District administrative	508,849	-	-	-	-	508,849
School administrative	1,869,995	-	-	-	-	1,869,995
Business	519,766	-	-	-	-	519,766
Plant operation and maintenance	3,271,574	-	-	-	-	3,271,574
Student transportation	2,387,135	89,928	-	-	-	2,477,063
Central office	424,595	-	-	-	-	424,595
Facilities acquisition and construction	132,730	31,601	7,169,755	-	-	7,334,086
Community service activities	307,088	406,164	-	-	-	713,252
Food service	13,352	-	-	-	-	13,352
Other	-	-	-	4,329,408	-	4,329,408
<b>Total expenditures</b>	<b>34,004,051</b>	<b>5,053,626</b>	<b>7,169,755</b>	<b>4,329,408</b>	<b>-</b>	<b>50,556,840</b>
<b>Excess (deficit) of revenues over expenditures</b>	<b>650,706</b>	<b>(297,424)</b>	<b>(7,008,045)</b>	<b>(3,004,789)</b>	<b>3,192,826</b>	<b>(6,466,726)</b>

See accompanying independent auditor's report and notes to financial statements

SCOTT COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - CONTINUED

GOVERNMENTAL FUNDS

Year ended June 30, 2003

	General Fund	Special Revenue	Construction Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Other Financing Sources (Uses)						
Proceeds from sale of bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds from sale of fixed assets	3,095	-	-	-	-	3,095
Operating transfers in	-	297,424	782,066	2,721,796	-	3,801,286
Operating transfers out	(139,379)	-	(100,000)	-	(3,580,907)	(3,820,286)
Total other financing sources (uses)	(136,284)	297,424	682,066	2,721,796	(3,580,907)	(15,905)
Excess (deficit) of revenue and other financing sources over expenditures and other financing uses	514,422	-	(6,325,979)	(282,993)	(388,081)	(6,482,631)
Fund balance, July 1, 2002, as originally stated	3,866,032	-	10,039,462	13,987,133	394,926	28,287,553
Prior period adjustment	(190,024)	-	-	-	-	(190,024)
Fund balance, June 30, 2003	<u>\$ 4,190,430</u>	<u>\$ -</u>	<u>\$ 3,713,483</u>	<u>\$ 13,704,140</u>	<u>\$ 6,845</u>	<u>\$ 21,614,898</u>

See accompanying independent auditor's report and  
notes to financial statements

# **SCOTT COUNTY SCHOOL DISTRICT**

## **RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year ended June 30, 2003

Net change in total fund balances per fund financial statements	\$ (6,482,631)
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives. The difference is the amount by which capital outlays exceeds depreciation expense for the year.	3,365,042
Bond and capital lease payments are recognized as expenditures of current Financial resources in the fund financial statement but are reductions of liabilities in the statement of net assets.	1,837,000
Generally, expenditures recognized in this fund financial statement are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when they are incurred.	<u>(103,413)</u>
Change in net assets of governmental activities	\$ <u><u>(1,384,002)</u></u>

SCOTT COUNTY SCHOOL DISTRICT

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

June 30, 2003

	Food Service and Summer Feeding Fund	Other Enterprise Funds	Total
<b>Assets</b>			
<b><u>Current Assets</u></b>			
Cash and cash equivalents	\$ 378,358	\$ 39,125	\$ 417,483
Inventory	39,016	-	39,016
Accounts receivable			
Accounts receivable	-	50	50
Intergovernmental – state	-	-	-
Intergovernmental – indirect federal	133,744	-	133,744
Intergovernmental – direct federal	-	-	-
Investments	-	-	-
<b>Total current assets</b>	<u>551,118</u>	<u>39,175</u>	<u>590,293</u>
<b><u>Noncurrent Assets</u></b>			
Capital assets	<u>469,588</u>	<u>-</u>	<u>469,588</u>
<b>Total noncurrent assets</b>	<u>469,588</u>	<u>-</u>	<u>469,588</u>
<b>Total assets</b>	<u>\$ 1,020,706</u>	<u>\$ 39,175</u>	<u>\$ 1,059,881</u>
<b>Liabilities</b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ <u>63,928</u>	\$ <u>1,356</u>	\$ <u>65,284</u>
<b>Total current liabilities</b>	<u>63,928</u>	<u>1,356</u>	<u>65,284</u>
<b><u>Net Assets</u></b>			
Invested in capital assets, net of related debt	469,588	-	469,588
Unrestricted	<u>487,190</u>	<u>37,819</u>	<u>525,009</u>
<b>Total net assets</b>	<u>\$ 956,778</u>	<u>\$ 37,819</u>	<u>\$ 994,597</u>

See accompanying independent auditor's report and  
notes to financial statements

**SCOTT COUNTY SCHOOL DISTRICT**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**

**PROPRIETARY FUNDS**

Year ended June 30, 2003

	Food Service and Summer Feeding Fund	Other Enterprise Funds	Total
<b>Operating Revenues:</b>			
Lunchroom sales	\$ 1,248,154	\$ -	\$ 1,248,154
Other operating revenues	<u>-</u>	<u>26,860</u>	<u>26,860</u>
<b>Total operating revenues</b>	<u>1,248,154</u>	<u>26,860</u>	<u>1,275,014</u>
<b>Operating Expenses:</b>			
Salaries and wages	853,336	57,366	910,702
Materials and supplies	710,728	1,521	712,249
Depreciation	59,875	-	59,875
Other operating expenses	<u>347,070</u>	<u>1,862</u>	<u>348,932</u>
<b>Total operating expenses</b>	<u>1,971,009</u>	<u>60,749</u>	<u>2,031,758</u>
Operating loss	(722,855)	(33,889)	(756,744)
<b>Non-Operating Revenues (Expenses):</b>			
Federal grants	711,526	-	711,526
Donated commodities	128,428	-	128,428
Contributions	3,000	-	3,000
State grants	28,877	28,651	57,528
Interest income	7,817	-	7,817
Transfers in	<u>-</u>	<u>19,000</u>	<u>19,000</u>
<b>Total non-operating revenues</b>	<u>879,648</u>	<u>47,651</u>	<u>927,299</u>
Net income	156,793	13,762	170,555
<b>Net assets, July 1, 2002</b>	673,824	206,755	880,579
<b>Prior period adjustment</b>	<u>126,161</u>	<u>(182,698)</u>	<u>(56,537)</u>
<b>Net assets, June 30, 2003</b>	\$ <u>956,778</u>	\$ <u>37,819</u>	\$ <u>994,597</u>

See accompanying independent auditor's report and notes to financial statements



**SCOTT COUNTY SCHOOL DISTRICT**

**STATEMENT OF CASH FLOWS**

**PROPRIETARY FUNDS**

Year ended June 30, 2003

**Cash Flows from Operating Activities**

Cash received from:

Lunchroom sales

\$ 1,114,360

Government grants

934,082

Other activities

29,860

Cash paid to/for:

Employees

(910,702)

Supplies

(560,479)

Other activities

(348,932)

**Net cash provided by operating activities**

258,189

**Cash Flows from Non-Capital Financing Activities**

Transfers

19,000

**Cash Flows from Capital and Related Financing Activities**

Purchases of capital assets

(258,052)

**Cash Flows from Investing Activities**

Receipt of interest income

7,817

Net increase in cash and cash equivalents

26,954

**Balances, beginning of year (as restated)**

390,529

**Balances, end of year**

\$ 417,483

Reconciliation of operating income to net cash provided  
by operating activities

Operating income

\$ 170,555

Adjustments to reconcile operating income to net cash provided  
(used) by operating activities

Depreciation

59,875

Transfers

(19,000)

Interest

(7,817)

Change in assets and liabilities

Receivables

31,234

Inventory

(9,321)

Accounts payable

32,663

**Net cash provided by operating activities**

\$ 258,189

**Schedule of non-cash transactions:**

Donated commodities received from federal government

\$ 128,428

See accompanying independent auditor's report and  
notes to financial statements

**SCOTT COUNTY SCHOOL DISTRICT**

**STATEMENT OF FIDUCIARY NET ASSETS**

**FIDUCIARY FUNDS**

June 30, 2003

	Private Purpose Trust Funds	Agency Fund
<b>Assets</b>		
Cash and cash equivalents	\$ <u>28,234</u>	\$ <u>538,975</u>
<b>Liabilities</b>		
Accounts payable	\$ -	\$ 16,879
Due to student groups	-	520,530
Due to employee groups	<u>-</u>	<u>1,566</u>
<b>Total liabilities</b>	<u>-</u>	<u>538,975</u>
<b>Net Assets Held in Trust</b>	\$ <u>28,234</u>	\$ <u>-</u>

See accompanying independent auditor's report and  
notes to financial statements

## **SCOTT COUNTY SCHOOL DISTRICT**

### **NOTES TO BASIC FINANCIAL STATEMENTS**

Year ended June 30, 2003

#### **NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### Reporting Entity

The Scott County Board of Education ("Board"), a five-member group, is the level of government which has oversight responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of Scott County Board of Education ("District"). The District receives funding from Local, State and Federal government sources and must comply with the commitment requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to develop policies which may influence operations and primary accountability for fiscal matters.

The District, for financial purposes, includes all of the funds and account groups relevant to the operation of the Scott County Board of Education. The financial statements presented herein do not include funds of groups and organizations, which although associated with the school system, have not originated within the Board itself such as Band Boosters, Parent-Teacher Associations, etc.

The financial statements of the District include those of separately administered organizations that are controlled by or dependent on the Board. Control or dependence is determined on the basis of budget adoption, funding and appointment of the respective governing board.

Based on the foregoing criteria, the financial statements of the following organization are included in the accompanying financial statements:

Scott County Board of Education Finance Corporation – On November 8, 1988 the Board of Education resolved to authorize the establishment of the Scott County School District Finance Corporation (a non-profit, non-stock, public and charitable corporation organized under the School Bond Act and KRS 273 and KRS Section 58.180) (the "Corporation") as an agency for the District for financing the costs of school building facilities. The members of the Scott County Board of Education also comprise the Corporation's Board of Directors.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

##### Basis of Presentation

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements – Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the changes in net total assets. Proprietary funds and fiduciary funds are reported using the economic resources measurement focus. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

The District has the following funds:

##### I. Governmental Fund Types

- (A) The General Fund is the main operating fund of the District. It accounts for financial resources used for general types of operations. This is a budgeted fund, and any fund balances are considered as resources available for use. This is a major fund of the District.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- (B) The Special Revenue (Grant) Funds account for proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to disbursements for specified purposes. It includes federal financial programs where unused balances are returned to the grantor at the close of the specified project periods as well as the state grant programs. Project accounting is employed to maintain integrity for the various sources of funds. The separate projects of federally-funded grant programs are identified in the Schedule of Expenditures of Federal Awards included in this report on pages 52 through 53. This is a major fund of the District.
- (C) Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment (other than those financed by Proprietary Fund).
  - 1. The Support Education Excellence in Kentucky (SEEK) Capital Outlay Fund receives those funds designated by the state as Capital Outlay Funds and is restricted for use in financing projects identified in the district's facility plan.
  - 2. The Facility Support Program of Kentucky (FSPK) accounts for funds generated by the building tax levy required to participate in the School Facilities Construction Commission's construction funding and state matching funds, where applicable. Funds may be used for projects identified in the district's facility plan. This is a major fund of the District.
  - 3. The Construction Fund accounts for proceeds from sales of bonds and other revenues to be used for authorized construction.
- (D) Debt Service Funds  
The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and related cost; and for the payment of interest on general obligation notes payable, as required by Kentucky Law. This is a major fund of the District.

#### II. Proprietary Fund Types (Enterprise Fund)

- A. The School Food Service Fund is used to account for school food service activities, including the National School Lunch Program, which is conducted in cooperation with the U.S. Department of Agriculture (USDA). Amounts have been recorded for in-kind contribution of commodities from the USDA. The Food Service Fund is a major fund.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

II. Proprietary Fund Type (Enterprise Fund) - continued

The District applies all GASB pronouncements to proprietary funds as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

III. Fiduciary Fund Type (Agency Funds)

- A. The Agency fund accounts for activities of student groups and other types of activities requiring clearing accounts. These funds are accounted for in accordance with the Uniform Program of Accounting for School Activity Funds.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of the fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resource are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenues from nonexchange transactions must also be available before it can be recognized.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

##### Basis of Accounting - continued

Deferred Revenue – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are recorded as deferred revenue.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the statement of revenues, expenses, and changes in net assets as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, are not recognized in governmental funds.

##### Property Taxes

Property Tax Revenues – Property taxes are levied each September on the assessed value listed as of the prior January 1, for all real and personal property in the county. The billings are considered due upon receipt by the taxpayer; however, the actual date is based on a period ending 30 days after the tax bill mailing. Property taxes collected are recorded as revenues in the fiscal year for which they were levied. All taxes collected are initially deposited into the General Fund and then transferred to the appropriate fund.

The property tax rates assessed for the Year ended June 30, 2003, to finance operations were \$.331 per \$100 valuation for real property, \$.359 per \$100 valuation for business personal property and \$.548 per \$100 valuation for motor vehicles.

The District levies a 3.0% utility tax on all businesses and households within the District. The District also levies an occupational license tax of .5%.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

##### Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of one thousand dollars with the exception of computers, for which there is no threshold. Improvements are capitalized; the cost of, normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives for both general capital assets and proprietary fund assets:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and improvements	25-50 years
Land improvements	20 years
Technology equipment	5 years
Vehicles	5-10 years
Food service equipment	10-12 years
General equipment	10-15 years
Infrastructure	20 years

##### Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental and business-type activities columns of the statements of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.



## **SCOTT COUNTY SCHOOL DISTRICT**

### **NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

#### **NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

##### Accumulated Unpaid Sick Leave and Vacation

Upon retirement from the school system, an employee will receive from the District an amount equal to 30% of the value of accumulated sick leave.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the School District's past experience of making termination payments.

Upon retirement or separation from the school district, an employee is also entitled to a payout of their accrued vacation. Vacation is accrued at varying rates depending on length of service. The maximum vacation accrual is 60 days.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid accrued sick leave is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "accumulated sick leave payable" in the general fund. The noncurrent portion of the liability is not reported.

##### Budgetary Process

**Budgetary Basis of Accounting:** The District's budgetary process accounts for certain transactions on a basis other than Generally Accepted Accounting Principles (GAAP). The major differences between the budgetary basis and the GAAP basis are:

Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

Expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

Once the budget is approved, it can be amended. Amendments are presented to the Board at their regular meetings.

Each budget is prepared and controlled by the budget coordinator at the revenue and expenditure function/object level. All budget appropriations lapse at year-end.

##### Cash and Cash Equivalents

The District considers demand deposits, money market funds, and other investments with an original maturity of 90 days or less, to be cash equivalents.

## **SCOTT COUNTY SCHOOL DISTRICT**

### **NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

#### **NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

##### Inventories

Inventory is stated at cost using the specific identification method.

##### Prepaid Assets

Payments made that will benefit periods beyond June 30, 2003 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

##### Investments

Investments are recorded at cost which approximates market value and any realized gains or losses are included in the statement of revenues, expenditures and changes in fund balances.

##### Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, the noncurrent portion of capital leases, accumulated sick leave, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

##### Fund Balance Reserves

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for inventories and fixed assets.

## **SCOTT COUNTY SCHOOL DISTRICT**

### **NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

#### **NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

##### Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

##### Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, those revenues are primarily charges for meals provided by the various schools.

##### Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

#### **NOTE B – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE**

For the fiscal year ended June 30, 2003 the District has implemented GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments".

GASB 34 creates new basic financial statements for reporting on the School District's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

# SCOTT COUNTY SCHOOL DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

### NOTE B – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE – CONTINUED

The government-wide financial statements split the District's programs between business-type and governmental activities. The beginning net asset amount for governmental programs reflects the change in fund balance for governmental funds at June 30, 2002, caused by the conversion to the accrual basis of accounting.

The School District made several changes in accounting principles during the year. For governmental activities, they began recording the current portion of the accumulated sick leave liability, removed long-term investments not to be used for current expenditures, and began accounting for technology fund revenues in the special revenue fund. These changes bring the District's funds into compliance with the fund classifications and requirements of GASB 34.

Restatement of Fund Balance – The restatement for the above changes and the transition from governmental fund balance to net assets of the governmental activities is presented below:

	<u>General</u>	<u>Special Revenue</u>	<u>Construction</u>	<u>Debt Service</u>	<u>Nonmajor</u>	<u>Total</u>
Fund Balance June 30, 2002	\$ 3,866,032	\$ -	\$ 10,039,462	\$ 13,987,133	\$ 394,926	\$ 28,287,553
Record beginning accumulated sick leave - current portion	(146,385)	-	-	-	-	(146,385)
Record beginning accrued vacation	(226,336)	-	-	-	-	(226,336)
Close out of other funds	<u>182,697</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>182,697</u>
Adjusted Fund Balance, June 30, 2002	\$ 3,676,008	\$ -	\$ 10,039,462	\$ 13,987,133	\$ 394,926	\$ 28,097,529
GASB 34 Adjustments:						
Capital Assets – Net of Depreciation	47,160,911	-	-	-	-	47,160,911
Long-Term Liabilities	(57,395,000)	-	-	-	-	(57,395,000)
Construction in progress	1,806,924	-	-	-	-	1,806,924
Accumulated sick leave - long-term portion	(146,385)	-	-	-	-	(146,385)
Capital lease obligations	(645,019)	-	-	-	-	(645,019)
Accrued interest payable	<u>(596,362)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(596,362)</u>
Governmental Activities Net Assets, June 30, 2002	\$ <u>(6,138,923)</u>	\$ <u>-</u>	\$ <u>10,039,462</u>	\$ <u>13,987,133</u>	\$ <u>394,926</u>	\$ <u>18,282,598</u>

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE B – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE – CONTINUED

The District had a fixed asset inventory taken to comply with GASB 34. This inventory revealed the existence of proprietary fixed assets that have not previously been recorded on the books. Based on the requirements of GASB 34 the District also closed two funds previously classified as proprietary. Changes as a result of the GASB 34 implementation are as follows:

	<u>Food Service</u>	<u>Non- Major</u>	<u>Total</u>
Fund Balance, June 30, 2002	\$ 673,824	\$ 206,755	\$ 880,579
Close out proprietary funds	-	(182,698)	(182,698)
Additional fixed assets, net	<u>126,161</u>	<u>-</u>	<u>126,161</u>
Adjusted Fund Balance, June 30, 2002	\$ <u>799,985</u>	\$ <u>24,057</u>	\$ <u>824,042</u>

As proprietary funds are already on the accrual basis, no adjustments are necessary for the Statement of Net Assets.

#### NOTE C – ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the District's management to make estimates and assumptions that affect reported amounts of assets, liabilities, fund balances, and disclosure of contingent assets and liabilities at the date of the general purpose financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

#### NOTE D – CASH AND CASH EQUIVALENTS

At year-end, the carrying amount of the District's total cash and cash equivalents was \$5,267,836. Of the total cash balance, \$400,000 was covered by Federal Depository insurance, with the remainder covered by collateral agreements and collateral held by the pledging banks' trust departments in the District's name. Cash equivalents are funds temporarily invested in securities with a maturity of 90 days or less.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE D – CASH AND CASH EQUIVALENTS - CONTINUED

Cash and cash equivalents at June 30, 2003 consisted of the following:

	<u>Bank Balance</u>	<u>Book Balance</u>
Kentucky Bank - checking	\$ 830,718	\$ (20,971)
Whitaker Bank - checking	1,979,995	1,898,638
Whitaker Bank - CDs	3,300,687	3,300,687
Farmers Bank - checking	88,408	86,080
Farmers Bank - CDs	3,377	3,377
Petty Cash	<u>25</u>	<u>25</u>
	<u>\$ 6,203,210</u>	<u>\$ 5,267,836</u>

Breakdown per financial statements:

Governmental funds	\$ 4,283,144
Proprietary funds	417,483
Fiduciary funds	567,209

All of the District's deposits are classified as Category 1 (see Note E for explanation of categories).

#### NOTE E - INVESTMENTS

The District is allowed by state statute to invest in U.S. government agencies and U.S. treasuries which are obligations of the United States Government pledged by its full faith and credit. The District's investments are categorized to give an indication of the level of risk assumed:

Category 1	Deposits which are insured or collateralized with securities held by the District or by its agent in the District's name.
Category 2	Deposits which are collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
Category 3	Deposits which are not collateralized or insured.

The District has investments in United States agencies with a carrying value of \$908,121 as of June 30, 2003. All investments held by the District are classified as Category 1.

**SCOTT COUNTY SCHOOL DISTRICT**

**NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

**NOTE F – CAPITAL ASSETS**

Capital asset activity for the fiscal Year ended June 30, 2003, was as follows:

<u>Governmental Activities</u>	<u>Balance July 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2003</u>
Land	\$ 2,784,323	\$ -	\$ -	\$ 2,784,323
Land improvements	1,547,096	-	-	1,547,096
Buildings and improvements	55,245,717	42,235	-	55,287,952
Technology equipment	7,172,090	369,710	144,489	7,397,311
Infrastructure	39,053	-	-	39,053
General equipment	761,969	117,840	-	879,809
Vehicles	3,280,340	368,094	9,000	3,639,434
Construction in progress	1,806,924	4,942,303	-	6,749,227
Totals at historical cost	<u>72,637,512</u>	<u>5,840,182</u>	<u>153,489</u>	<u>78,324,205</u>
Less: accumulated depreciation				
Land improvements	559,840	77,354	-	637,194
Buildings and improvements	14,198,280	1,294,624	-	15,492,904
Vehicles	2,176,904	255,254	9,000	2,423,158
Technology equipment	6,349,227	438,075	143,379	6,643,923
Infrastructure	4,881	1,953	-	6,834
Other equipment	380,545	64,055	-	444,600
Total accumulated depreciation	<u>23,669,677</u>	<u>2,131,315</u>	<u>152,379</u>	<u>25,648,613</u>
Governmental Activities Capital Assets – Net	<u>\$ 48,967,835</u>	<u>\$ 3,708,867</u>	<u>\$ 1,110</u>	<u>\$ 52,675,592</u>
<u>Government Activities</u>				
Depreciable capital assets	<u>\$ 44,376,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,142,042</u>
Non-depreciable capital assets	<u>4,591,247</u>	<u>-</u>	<u>-</u>	<u>9,533,550</u>
Total	<u>\$ 48,967,835</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,675,592</u>
<u>Business-Type Activities</u>				
Food service equipment	\$ 932,719	\$ 258,052	\$ 9,439	\$ 1,181,332
Technology equipment	60,795	-	-	60,795
Totals at historical cost	<u>993,514</u>	<u>258,052</u>	<u>9,439</u>	<u>1,242,127</u>
Less: accumulated depreciation				
Food service equipment	666,515	56,764	9,439	713,840
Technology equipment	55,588	3,111	-	58,699
Total accumulated depreciation	<u>722,103</u>	<u>59,875</u>	<u>9,439</u>	<u>772,539</u>
Business-Type Activities Capital Assets – Net	<u>\$ 271,411</u>	<u>\$ 198,177</u>	<u>\$ -</u>	<u>\$ 469,588</u>

Depreciation expense was not allocated to governmental functions. It appears on the statement of activities as "unallocated".

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE G – BONDED DEBT

The amount shown in the accompanying financial statements as lease obligations represents the District's future obligations to make lease payments relating to the bonds issued by the Scott County District aggregating \$55,700,000.

The original amount of each issue, the issue date, and interest rates are summarized below:

<u>Issue Date</u>	<u>Proceeds</u>	<u>Rates</u>
1995	\$ 13,600,000	5.000% - 5.900%
1996	1,415,000	4.300% - 5.000%
1997 (Ref)	4,345,000	3.900% - 4.500%
1998	2,875,000	4.000% - 4.900%
1998 (Ref)	1,145,000	4.050% - 4.250%
1999	6,900,000	3.600% - 4.500%
2000	1,100,000	4.250% - 4.600%
2001 (Ref)	18,965,000	3.125% - 4.750%
2002	12,000,000	3.000% - 5.000%

The District, through the General Fund (including utility taxes and the Support Education Excellence in Kentucky (SEEK) Capital Outlay Fund) is obligated to make payments in amounts sufficient to satisfy debt service requirements on bonds issued by the Scott County Fiscal Court to construct school facilities. The District has an option to purchase the property under lease at any time by retiring the bonds then outstanding.

In 1988 the District entered into "participation agreements" with the School Facility Construction Commission. The Commission was created by the Kentucky General Assembly for the purpose of assisting local school districts in meeting school construction needs. The table below sets forth the amount to be paid by the District and the Commission for each year until maturity of all bond issues.

The Commission is not legally obligated to make payments after June 30, 2002. However, the Commission has expressed its intention to renew the agreement each biennial budget period until the related bonds are retired.

The bonds may be called prior to maturity and redemption premiums are specified in each issue. Assuming no bonds are called prior to scheduled maturity, the minimum obligations of the District, excluding the defeased 1995 debt service and including amounts to be paid by the Commission, at June 30, 2003 for debt service (principal and interest) are as follows:



# SCOTT COUNTY SCHOOL DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

### NOTE G – BONDED DEBT - CONTINUED

Year Ending	Scott County School Board		Kentucky School Facility Construction Commission		Total Principal	Total Interest
	Principal	Interest	Principal	Interest		
2004	\$ 1,121,408	\$ 1,625,700	\$ 533,592	\$ 243,614	\$ 1,655,000	\$ 1,869,314
2005	1,226,066	1,583,070	548,934	222,167	1,775,000	1,805,237
2006	1,435,274	1,536,597	569,726	199,753	2,005,000	1,736,350
2007	1,493,589	1,481,722	596,411	176,020	2,090,000	1,657,742
2008	1,550,137	1,422,864	619,863	150,611	2,170,000	1,573,475
2009	1,614,122	1,357,619	490,878	127,116	2,105,000	1,484,735
2010	1,675,877	1,298,012	374,123	109,404	2,050,000	1,407,416
2011	1,743,822	1,230,645	361,178	94,665	2,105,000	1,325,310
2012	1,813,885	1,159,909	376,115	79,548	2,190,000	1,239,457
2013	1,886,445	1,083,765	213,555	63,691	2,100,000	1,147,456
2014	1,966,711	1,001,405	223,289	54,239	2,190,000	1,055,644
2015	2,055,883	913,805	229,117	44,166	2,285,000	957,971
2016	2,149,609	820,381	185,391	33,759	2,335,000	854,140
2017	2,246,064	722,583	193,936	25,214	2,440,000	747,797
2018	2,347,124	620,043	202,876	16,275	2,550,000	636,318
2019	2,456,157	512,955	153,843	6,923	2,610,000	519,878
2020	2,570,000	397,320	-	-	2,570,000	397,320
2021	2,690,000	275,750	-	-	2,690,000	275,750
2022	2,825,000	141,250	-	-	2,825,000	141,250
	<u>\$ 36,867,173</u>	<u>\$ 19,185,395</u>	<u>\$ 5,872,827</u>	<u>\$ 1,647,165</u>	<u>\$ 42,740,000</u>	<u>\$ 20,832,560</u>

During the year ended June 30, 2002 the District issued advance refunding revenue bonds to pay the 1995 bond issue. The proceeds from this debt issue are in an irrevocable trust with an escrow agent and are used to pay the 1995 bonds when they become due. Total remaining principal obligation is \$12,960,000 and is included in both current and non-current portions of long-term obligations on the Statement of Net Assets. The bonds will be called on Jun 1, 2005 at \$102. The escrow account and associated debt are included in the Debt Service Fund.

### NOTE H - NOTES PAYABLE

Note payable to KISTA, due in semi-annual payment through June 1, 2008.  
Interest ranges from 1.5% - 3.2%.

\$ 50,000

Note payable to KISTA, due in semi-annual payments through June 1, 2008.  
Interest ranges from 2.0% - 3.3%.

25,000

75,000

Less current portion

15,000

\$ 60,000

**SCOTT COUNTY SCHOOL DISTRICT****NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

**NOTE H - NOTES PAYABLE**

Payments on these loans are due as follows:

<u>June 30,</u>	
2004	\$ 15,000
2005	15,000
2006	15,000
2007	15,000
2008	<u>15,000</u>
	\$ <u>75,000</u>

**NOTE I – CAPITAL LEASE PAYABLE**

The following is an analysis of the leased property under capital lease by class:

<u>Classes of Property</u>	<u>Book value as of June 30, 2003</u>
Buses	\$ 1,544,846

The following is a schedule by years of the future minimum lease payments under capital lease together with the present value of the net minimum lease payments as of June 30, 2003:

<u>Year Ending June 30,</u>	<u>Capital Lease Payable</u>
2004	\$ 213,442
2005	175,892
2006	135,142
2007	130,890
2008	97,872
Thereafter	<u>228,460</u>
Total minimum lease payments	981,698
Less: Amount representing interest	<u>(123,643)</u>
Present Value of Net Minimum Lease Payments	\$ <u>858,055</u>

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE J – COMMITMENTS UNDER NONCAPITALIZED LEASES

Commitments under operating lease agreements for office and other equipment provide the minimum future rental payments as of June 30, 2003 as follows:

Year ending June 30:

2004	\$ 65,763
2005	55,053
2006	45,851
2007	38,292
2008	<u>18,032</u>
Total minimum payments	\$ <u>222,991</u>

Rent expense for the year ended June 30, 2003 was \$53,784

#### NOTE K – RETIREMENT PLANS

Certified employees are covered under the Kentucky Teachers Retirement System ("KTRS"). Funding for the Plan is provided through payroll withholdings of 9.855% and matching state contributions. The matching contributions are paid by the Federal programs for any salaries paid by that program.

Substantially all other employees (classified personnel) are covered under the County Employee's Retirement System ("CERS"), a cost sharing, multiple-employer, public employers retirement system. Funding for the Plan is provided through payroll withholdings of 5% and a Board contribution of 7.17% of the employee's total compensation subject to contribution.

The Board's total payroll for the year was \$28,439,195. The payroll for employees covered under KTRS was \$21,391,168 and for CERS was \$6,430,548.

The contribution requirement for CERS for the year ended June 30, 2003 was \$729,227 which consisted of \$321,530 from the Board and \$407,697 from the employees. The Board paid \$214,308 from federal grant monies to KTRS in matching contributions for federally funded employees.

Benefits under both plans will vary based on final compensation, years of service and other factors as fully described in the Plan documents.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the pensions' funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among the plans and employers.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE K – RETIREMENT PLANS - CONTINUED

KTRS and CERS do not make separate measurements of assets and pension benefit obligation for individual employers. The following table presents certain information regarding the plans' status as a whole, derived from actuarial valuations performed as of the dates indicated:

	KTRS June 30, 2002	CERS June 30, 2002
Assets available for benefits, at fair value	\$ 13,588,847,000	\$ 6,883,298,951
Pension benefit obligation	<u>15,695,574,000</u>	<u>5,492,646,422</u>
(Underfunded)/overfunded pension benefit obligations	\$ <u>(2,106,727,000)</u>	\$ <u>1,390,652,529</u>

Ten-year historical trend information showing KTRS's and CERS's progress in accumulating sufficient assets to pay benefits when due is presented in their June 30, 2002 comprehensive annual financial reports.

As the District is only one of several employers participating in the Plan, it is not practicable to determine the District's portion of the unfunded past service cost or the vested benefits of the District's portion of the Plan assets.

#### NOTE L - CONTINGENCIES

The District receives funding from Federal, State and Local government agencies and private contributions. These funds are to be used for designated purposes only. For government agency grants, if based upon the grantor's review, the funds are considered not to have been used for the intended purpose, the grantors may request a refund of monies advanced, or refuse to reimburse the District for its disbursements. The amount of such future refunds and unreimbursed disbursements, if any, is not expected to be significant. Continuation of the District's grant programs is predicated upon the grantors' satisfaction that the funds provided are being spent as intended and the grantors' intent to continue their programs.

#### NOTE M - LITIGATION

The District is subject to various other legal actions in various stages of litigation, the outcome of which is not determinable at this time. Management of the District and its legal counsel do not anticipate that there will be any material effect on the combined financial statements as a result of the cases presently in progress.

## SCOTT COUNTY SCHOOL DISTRICT

### NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED

Year ended June 30, 2003

#### NOTE N - INSURANCE AND RELATED ACTIVITIES

The District is exposed to various forms of loss of assets associated with the risks of fire, personal liability, theft, vehicular accidents, errors and omissions, fiduciary responsibility, etc. Each of these risk areas is covered through the purchase of commercial insurance. The District has purchased certain policies which are retrospectively rated which includes Workers' Compensation insurance.

#### NOTE O - RISK MANAGEMENT

The District is exposed to various risks of loss related to injuries to employees. To obtain insurance of workers' compensation, errors and omissions, and general liability coverage, the District participates in the Kentucky School Boards Insurance Trust Liability Insurance Fund. The public entity risk pools operate as common risk management and insurance programs for all school district and other tax supported educational agencies of Kentucky who are members of the Kentucky School Boards Association. The District pays an annual premium to each fund for coverage. Contributions to the Workers' Compensation fund are based on premium rates established by such fund in conjunction with the excess insurance carrier, subject to claims experience modifications and a group discount amount. Dividends may be declared, but are not payable until twenty-four (24) months after the expiration of the self-insurance term. The Liability Insurance fund pays insurance premiums of the participating members established by the insurance carrier. The Trust can terminate coverage if it is unable to obtain acceptable excess general liability coverage and for any reason by giving ninety (90) days notice. In the event the Trust terminated coverage, any amount remaining in the Fund (after payment of operational and administrative costs and claims for which coverage was provided) would be returned to the members on a pro rata basis.

The District purchases unemployment insurance through the Kentucky School Boards Insurance Trust Unemployment Compensation Fund; however, risk has not been transferred to such fund. In addition, the District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

#### NOTE P - DEFICIT OPERATING BALANCES

There are no funds of the District that currently have a deficit fund balance. However, the following funds have operations that resulted in a current year deficit of revenues over expenditures resulting in a corresponding reduction of fund balance:

SEEK/Capital Outlay	\$ (311,153)
Technology	(77,045)
Construction Fund	(6,325,979)
Debt Service Fund	(282,993)

#### NOTE Q - COBRA

Under COBRA, employers are mandated to notify terminated employees of available continuing insurance coverage. Failure to comply with this requirement may put the school district at risk for a substantial loss (contingency).

**SCOTT COUNTY SCHOOL DISTRICT****NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED**

Year ended June 30, 2003

**NOTE R - TRANSFER OF FUNDS**

The following transfers were made during the year:

<u>Type</u>	<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
Operating	General	Enterprise	Summer Enrichment Program	\$ 4,000
Operating	General	Special Revenue	Technology Match	120,379
Operating	General	Single Parent Child Care Center	Day Care Program	15,000
Operating	Capital Outlay	Debt Service	Debt Service	75,997
Operating	Capital Outlay	Construction	Construction	782,066
Operating	Construction	Special Revenue	Technology Match	100,000
Operating	Building	Debt Service	Debt Service	2,645,799
Operating	Technology	Special Revenue	Close Out Fund	77,045

**NOTE S – COMMITMENTS**

Subsequent to the year ended June 30, 2003, the Board entered into construction contracts totaling \$10,606,600 for the renovation of Southern Elementary, the purchase of land for future construction of a middle school facility, and various summer paving and renovation projects.

## **SUPPLEMENTARY INFORMATION**

SCOTT COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL

GENERAL FUND

Year ended June 30, 2003

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues:</b>				
From local sources				
Taxes				
Property	\$ 4,540,831	\$ 4,540,831	\$ 4,538,654	\$ (2,177)
Motor vehicle	1,212,340	1,212,340	1,199,664	(12,676)
Utilities	2,076,145	2,645,167	3,655,308	1,010,141
Occupational license fee	1,875,000	2,258,824	3,137,585	878,761
Tuition and fees	190,000	190,000	204,489	14,489
Earnings on investments	190,000	190,000	148,558	(41,442)
Other local revenues	1,014,850	1,125,850	1,211,836	85,986
Intergovernmental – intermediate	5,000	5,000	-	(5,000)
Intergovernmental – state	15,805,139	15,749,411	15,771,664	22,253
Intergovernmental – indirect federal	-	-	-	-
Intergovernmental – direct federal	43,000	43,000	44,977	1,977
On-behalf revenues	-	-	4,742,022	4,742,022
<b>Total revenues</b>	<b>26,952,305</b>	<b>27,960,423</b>	<b>34,654,757</b>	<b>6,694,334</b>
<b>Expenditures:</b>				
Instruction	18,090,016	18,393,868	21,426,421	(3,032,553)
Support services:				
Student	1,708,427	1,704,187	1,886,763	(182,576)
Instruction staff	1,101,089	1,086,158	1,255,783	(169,625)
District administrative	1,447,044	1,595,330	508,849	1,086,481
School administrative	1,766,524	1,714,325	1,869,995	(155,670)
Business	475,080	490,292	519,766	(29,474)
Plant operation and maintenance	3,038,590	3,223,649	3,271,574	27,317
Student transportation	2,285,373	2,273,575	2,387,135	(113,560)
Central office	503,862	478,562	424,595	53,967
Food service	58,463	58,463	-	58,463
Facilities acquisition and construction	35,694	143,189	132,730	10,459
Community service activities	25,000	245,455	307,088	(61,633)
Other	-	-	13,352	(13,352)
<b>Total expenditures</b>	<b>30,535,162</b>	<b>31,407,053</b>	<b>34,004,051</b>	<b>(2,521,756)</b>
<b>Excess (deficit) of revenues over expenditures</b>	<b>(3,582,857)</b>	<b>(3,446,630)</b>	<b>650,706</b>	<b>4,172,578</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of bonds	-	-	-	-
Proceeds from sale of fixed assets	-	-	3,095	(3,095)
Operating transfers in	-	-	-	-
Operating transfers out	(283,176)	(229,379)	(139,379)	368,758
<b>Total other financing sources uses</b>	<b>(283,176)</b>	<b>(229,379)</b>	<b>(136,284)</b>	<b>365,663</b>
<b>Excess (deficit) of revenues and other financing sources over expenditures and other financing uses</b>	<b>(3,866,033)</b>	<b>(3,676,009)</b>	<b>514,422</b>	<b>3,806,915</b>
<b>Fund balance, July 1, 2002, as originally stated</b>	<b>3,866,033</b>	<b>3,676,009</b>	<b>3,866,032</b>	<b>3,866,032</b>
<b>Prior period adjustment</b>	<b>-</b>	<b>-</b>	<b>(190,024)</b>	<b>(190,024)</b>
<b>Fund balance, June 30, 2003</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,190,430</b>	<b>\$ 7,482,923</b>



## SCOTT COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL

## SPECIAL REVENUE FUND

Year ended June 30, 2003

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues:</b>				
From local sources				
Taxes				
Property	\$ -	\$ -	\$ -	\$ -
Motor vehicle	-	-	-	-
Utilities	-	-	-	-
Occupational license fee	-	-	-	-
Tuition and fees	-	-	-	-
Earnings on investments	-	-	5,885	5,885
Other local revenues	-	-	31,601	31,601
Intergovernmental – intermediate	-	-	-	-
Intergovernmental – state	1,763,772	2,112,301	1,960,262	(152,039)
Intergovernmental – indirect federal	2,408,983	2,447,038	2,513,098	66,060
Intergovernmental – direct federal	-	-	-	-
On-behalf revenues	-	-	245,356	245,356
<b>Total revenues</b>	<b>4,172,755</b>	<b>4,559,339</b>	<b>4,756,202</b>	<b>196,863</b>
<b>Expenditures:</b>				
Instruction	3,366,061	3,812,612	4,143,488	(330,876)
Support services:				
Student	82,926	82,926	1,124	81,802
Instruction staff	314,975	310,344	381,321	(70,977)
District administrative	-	-	-	-
School administrative	-	-	-	-
Business	1,521	-	-	-
Plant operation and maintenance	-	-	-	-
Student transportation	48,869	48,869	89,928	(41,059)
Central office	-	-	-	-
Facilities acquisition and construction	-	-	31,601	(31,601)
Community service activities	358,403	382,282	406,164	(23,882)
Other	-	-	-	-
<b>Total expenditures</b>	<b>4,172,755</b>	<b>4,637,033</b>	<b>5,053,626</b>	<b>(416,593)</b>
<b>Excess (deficit) of revenues over expenditures</b>	<b>-</b>	<b>(77,694)</b>	<b>(297,424)</b>	<b>(219,730)</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of bonds	-	-	-	-
Proceeds from sale of fixed assets	-	-	-	-
Operating transfers in	-	77,694	297,424	219,730
Operating transfers out	-	-	-	-
<b>Total other financing sources uses)</b>	<b>-</b>	<b>77,694</b>	<b>297,424</b>	<b>219,730</b>
<b>Excess (deficit) of revenues and other financing sources over expenditures and other financing uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, July 1, 2002, as originally stated</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Prior period adjustment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, June 30, 2003</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

SCOTT COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

June 30, 2003

	Capital Outlay Fund	Construction Fund	Debt Service Fund	Total Nonmajor Governmental Funds
<b>Assets and Resources:</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 1,845	\$ 1,845
Prepaid expenses	-	-	-	-
Accounts receivable				
Taxes - current	-	-	-	-
Taxes - delinquent	-	-	-	-
Accounts receivable	-	-	-	-
Intergovernmental - State	-	-	-	-
Intergovernmental - Indirect Federal	-	-	-	-
Intergovernmental - Direct Federal	-	-	-	-
Investments	-	-	5,000	5,000
<b>Total Assets and Resources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,845</b>	<b>\$ 6,845</b>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll and related expenses	-	-	-	-
Current portion of accumulated sick leave	-	-	-	-
Accrued vacation	-	-	-	-
Deferred revenue	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Reserved for:				
Inventory and fixed assets	-	-	-	-
Encumbrances	-	-	-	-
Accrued sick leave	-	-	-	-
Other	-	-	-	-
Unreserved				
Undesignated, reported in:				
General fund	-	-	-	-
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Permanent funds	-	-	6,845	6,845
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>6,845</b>	<b>6,845</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,845</b>	<b>\$ 6,845</b>

**SCOTT COUNTY SCHOOL DISTRICT**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR  
GOVERNMENTAL FUNDS**

Year ended June 30, 2003

	<u>Building (FSPK) Fund</u>	<u>SEEK Capital Outlay Fund</u>	<u>Technology Balance</u>	<u>Garth Memorial Trust</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Revenues</b>					
From local sources					
Taxes					
Property	\$ 2,310,940	\$ -	\$ -	\$ -	\$ 2,310,940
Motor vehicle	-	-	-	-	-
Utilities	-	-	-	-	-
Occupational license fee	-	-	-	-	-
Tuition and fees	-	-	-	-	-
Earnings on investments	-	-	-	117	117
Other local revenues	-	-	-	-	-
Intergovernmental - Intermediate	-	-	-	-	-
Intergovernmental - State	334,859	546,910	-	-	881,769
Intergovernmental - Indirect Federal	-	-	-	-	-
Intergovernmental - Direct Federal	-	-	-	-	-
On-behalf revenues	-	-	-	-	-
<b>Total Revenues</b>	<u>2,645,799</u>	<u>546,910</u>	<u>-</u>	<u>117</u>	<u>3,192,826</u>
<b>Expenditures</b>					
Instruction	-	-	-	-	-
Support services:					
Student	-	-	-	-	-
Instruction staff	-	-	-	-	-
Direct administrative	-	-	-	-	-
School administrative	-	-	-	-	-
Business	-	-	-	-	-
Plant operation and maintenance	-	-	-	-	-
Student transportation	-	-	-	-	-
Central office	-	-	-	-	-
Facilities and construction	-	-	-	-	-
Community service activities	-	-	-	-	-
Other	-	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	2,645,799	546,910	-	117	3,192,826
<b>Other Financing Sources (Uses)</b>					
Proceeds from sale of bonds	-	-	-	-	-
Proceeds from sale of fixed assets	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	(2,645,799)	(858,063)	(77,045)	-	(3,580,907)
<b>Total Other Financing   Sources (Uses)</b>	(2,645,799)	(858,063)	(77,045)	-	(3,580,907)
<b>Excess (deficit) of revenues and other financing sources over expenditures and other financing uses</b>	-	(311,153)	(77,045)	117	(388,081)
<b>Fund balance, July 1, 2002</b>	<u>-</u>	<u>311,153</u>	<u>77,045</u>	<u>6,728</u>	<u>394,926</u>
<b>Fund balance, June 30, 2003</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,845</u>	<u>\$ 6,845</u>

**SCOTT COUNTY BOARD OF EDUCATION**  
**COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - ACTIVITY AND TRUST FUNDS**  
For the year ended June 30, 2003

	Scott County High School	Scott County Middle School	Georgetown Middle	Eastern Elementary	Ninth Grade School	Garth Elementary	Northern Elementary	Southern Elementary	Stamping Ground Elementary School	Western Elementary	Fiscal Agent Fund	Totals
<b>Assets</b>												
Cash	\$ 193,341	\$ 107,619	\$ 42,347	\$ 25,146	\$ 42,466	\$ 36,028	\$ 16,386	\$ 22,463	\$ 12,082	\$ 39,248	\$ 1,849	\$538,975
<b>Total Assets</b>	<u>\$ 193,341</u>	<u>\$ 107,619</u>	<u>\$ 42,347</u>	<u>\$ 25,146</u>	<u>\$ 42,466</u>	<u>\$ 36,028</u>	<u>\$ 16,386</u>	<u>\$ 22,463</u>	<u>\$ 12,082</u>	<u>\$ 39,248</u>	<u>\$ 1,849</u>	<u>\$538,975</u>
<b>Liabilities and Fund Balance</b>												
Accounts Payable	\$ 9,361	\$ 2,160	\$ 626	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,758	\$ 691	\$ 283	\$ 16,879
Due to student groups	183,980	105,459	41,721	25,146	42,466	36,028	16,386	22,463	8,324	38,557	1,566	520,530
Due to employee groups												1,586
<b>Total Liabilities</b>	<u>\$ 183,341</u>	<u>\$ 107,619</u>	<u>\$ 42,347</u>	<u>\$ 25,146</u>	<u>\$ 42,466</u>	<u>\$ 36,028</u>	<u>\$ 16,386</u>	<u>\$ 22,463</u>	<u>\$ 12,082</u>	<u>\$ 39,248</u>	<u>\$ 1,849</u>	<u>\$538,975</u>

**SCOTT COUNTY SCHOOL DISTRICT  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ACTIVITY AND TRUST FUNDS  
Year ended June 30, 2003**

	Scott County High School	Scott County Middle School	Georgetown Middle	Eastern Elementary	Ninth Grade School	Garth Elementary	Northern Elementary	Southern Elementary	Stamping Ground Elementary School	Western Elementary	Fiscal Agent Fund	Totals
<b>Revenues:</b>												
Earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Student activities	739,605	184,165	160,489	82,688	74,657	124,659	117,973	48,047	34,639	86,347	-	1,654,269
Other local revenue	-	-	-	-	-	-	-	-	-	-	130,754	130,754
Intergovernmental - state	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental - fed thru state	-	-	-	-	-	-	-	-	-	-	-	-
On-behalf Revenues	-	-	-	-	-	-	-	-	-	-	12,505	12,505
<b>Total revenues</b>	<u>\$739,605</u>	<u>\$184,165</u>	<u>\$160,489</u>	<u>\$82,688</u>	<u>\$74,657</u>	<u>\$124,659</u>	<u>\$117,973</u>	<u>\$48,047</u>	<u>\$34,639</u>	<u>\$86,347</u>	<u>\$143,259</u>	<u>\$1,797,528</u>
<b>Expenditures:</b>												
Instruction	748,485	163,739	167,720	76,129	64,222	125,622	121,890	46,321	34,291	85,080	61,726	61,726
Non-instructional											79,967	1,713,466
<b>Total expenditures</b>	<u>748,485</u>	<u>163,739</u>	<u>167,720</u>	<u>76,129</u>	<u>64,222</u>	<u>125,622</u>	<u>121,890</u>	<u>46,321</u>	<u>34,291</u>	<u>85,080</u>	<u>141,693</u>	<u>1,775,192</u>
<b>Excess (deficit) of revenues over expenditures</b>	<u>(8,880)</u>	<u>20,426</u>	<u>(7,231)</u>	<u>6,558</u>	<u>10,435</u>	<u>(963)</u>	<u>(3,917)</u>	<u>2,726</u>	<u>348</u>	<u>1,268</u>	<u>1,566</u>	<u>\$ 22,336</u>
<b>Due to student and employee groups, July 1, 2002</b>	<u>192,860</u>	<u>85,033</u>	<u>48,952</u>	<u>18,588</u>	<u>32,030</u>	<u>36,991</u>	<u>20,303</u>	<u>19,736</u>	<u>7,976</u>	<u>37,290</u>	<u>-</u>	<u>499,759</u>
<b>Due to student and employee groups, June 30, 2003</b>	<u>\$183,980</u>	<u>\$105,459</u>	<u>\$ 41,721</u>	<u>\$ 25,146</u>	<u>\$ 42,466</u>	<u>\$ 36,028</u>	<u>\$ 16,386</u>	<u>\$ 22,463</u>	<u>\$ 8,324</u>	<u>\$ 38,557</u>	<u>\$ 1,566</u>	<u>\$ 522,096</u>

**SCOTT COUNTY SCHOOL DISTRICT**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN DUE TO/FROM OTHER STUDENT GROUPS  
SCOTT COUNTY HIGH SCHOOL**

Year ended June 30, 2003

	<u>Fund Balance</u> <u>July 1, 2002</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Fund Balance</u> <u>June 30, 2003</u>
Academic Team	\$ -	\$ 325	\$ 225	\$ 100
Advanced Placement	811	10,664	9,809	1,666
AF Logistical Support	13,194	6,459	7,332	12,321
AF JROTC	7,479	12,876	13,567	6,788
Ag Department Farm	1,069	4,283	1,516	3,836
Alternative Program	1,033	1,097	2,128	2
Annual	8,377	36,018	31,922	12,473
AP French	768	1,495	1,723	540
Aquaponics Project	-	600	348	252
Art Fees	246	316	10	552
Athletics	99,748	432,861	445,855	86,754
Band	73	27	100	-
Beta club	1,852	9,700	9,574	1,978
Business Fees	2,416	3,336	3,902	1,851
Child Care Account	38	-	-	38
Choral Account	3,272	27,667	30,368	571
Coca-Cola	124	1,305	1,429	-
Computer Lab	749	475	451	773
Co-op	226	4,267	4,423	70
Courtesy Committee	55	3,675	3,329	401
Cultural Exchange	680	2,533	1,796	1,417
Dance Team	523	2,378	2,898	3
DECA	186	9,769	9,468	486
Diversity Club	197	-	101	96
FBLA	1,140	4,819	4,444	1,515
FCA	841	8,708	9,721	(172)
FCCLA	201	11,335	11,410	126
FEA	502	605	884	223
FFA	3	21,989	21,155	837
Foreign Language	330	1,380	860	850
General Fund	2,143	4,315	6,406	52
Guidance Recovery	2,088	62	350	1,800
Home Economics	179	833	1,003	9
Horticulture	5,577	17,121	16,022	6,676
HOSA	705	4,907	5,236	376
House of Cards Café	633	3,455	3,871	217
Interest	1,130	4,221	5,288	63
International Club	166	211	136	241
Joshua Farrow Memorial	4,407	176	-	4,583
Journalism	342	1,354	1,318	378
Junior Class	1,923	16,534	15,353	3,104
Key Club	787	319	260	846
Literary Club	370	-	-	370
Locker & Planner	448	6,004	2,290	4,162
Math Fund	92	3,377	3,238	231
National Honor Society	1,831	1,891	1,937	1,785
Pay Phones	102	1,242	1,340	3
Pep Club	437	910	757	590
SADD	7	130	13	125
Science Club	1,145	638	1,610	173
Science Fees	353	2,190	2,068	475

SCOTT COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN DUE TO/FROM OTHER STUDENT GROUPS  
SCOTT COUNTY HIGH SCHOOL - CONTINUED

Year ended June 30, 2003

	Fund Balance July 1, 2002	Receipts	Disbursements	Fund Balance June 30, 2003
Senior Class	\$ 3,981	\$ 11,946	\$ 12,142	\$ 3,785
SMAC	613	479	528	564
Snack Machine Fund	52	-	38	14
Social Studies	16	470	475	11
Spanish	-	1,568	1,134	434
Special Fund	-	1,060	1,060	-
Speech & Drama	268	10,012	9,790	491
Student Council	7,556	815	1,421	6,950
Student Fee	488	9,090	8,996	582
Susan Moore Scholarship	-	1,894	-	1,894
SWAT	-	592	271	322
Swing Club	146	-	-	146
Swing Club	716	567	585	698
Teacher Coca-Cola	104	775	879	-
Technology Student	1,613	6,675	5,894	2,394
Textbook Deposit	-	5,828	5,731	97
VO-AG	5,621	5,341	8,944	2,018
Young Historians	-	2,609	2,541	68
Youth Impact Club	<u>687</u>	<u>688</u>	<u>469</u>	<u>906</u>
	192,860	751,261	760,141	183,980
Transfers	<u>-</u>	<u>11,656</u>	<u>11,656</u>	<u>-</u>
Total	\$ <u>192,860</u>	\$ <u>739,605</u>	\$ <u>748,485</u>	\$ <u>183,980</u>